

## HSBC Global Investment Funds

# FRONTIER MARKETS

Monthly report 28 February 2023 | Share class AC

### Investment objective

The Fund aims to provide long term capital growth and income by investing in a diversified portfolio of shares and securities similar to shares.

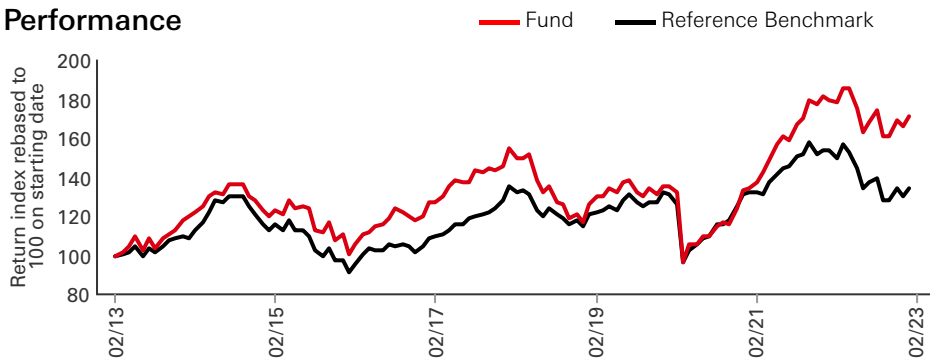
### Investment strategy

In normal market conditions, the Fund will invest in shares of companies of any size, that are based in, or carry out most of their business in Frontier Markets. The Fund may invest at least 51% of its assets in shares. The Fund may also invest up to 10% of its assets in other funds, including HSBC funds. See the Prospectus for a full description of the investment objectives and derivative usage.

### Main risks

- The Fund's unit value can go up as well as down, and any capital invested in the Fund may be at risk.
- The value of investible securities can change over time due to a wide variety of factors, including but not limited to: political and economic news, government policy, changes in demographics, cultures and populations, natural or human-caused disasters etc.

### Performance



### Share class details

#### Key metrics

|                |                   |
|----------------|-------------------|
| NAV per share  | <b>USD 130.58</b> |
| Performance 1m | <b>-1.31%</b>     |
| Volatility 3y  | <b>20.59%</b>     |

#### Fund facts

|                    |                          |
|--------------------|--------------------------|
| UCITS V compliant  | <b>Yes</b>               |
| Dividend treatment | <b>Accumulating</b>      |
| Dealing frequency  | <b>Monday - Thursday</b> |

|                           |  |
|---------------------------|--|
| Share class base currency | <b>USD</b>   |
| Domicile                  | <b>Luxembourg</b>  |
| Inception date            | <b>29 February 2008</b>  |
| Fund size                 | <b>USD 223,182,941</b>   |
| Reference benchmark       | <b>100% MSCI Select Frontier &amp; Emerging Markets Capped Net</b> |
| Managers                  | <b>Ramzi Sidani<br/>Jennifer Passmoor</b>                          |

#### Fees and expenses

|                                    |                  |
|------------------------------------|------------------|
| Minimum initial investment         | <b>USD 5,000</b> |
| Ongoing charge figure <sup>1</sup> | <b>2.250%</b>    |

#### Codes

|                  |                     |
|------------------|---------------------|
| ISIN             | <b>LU0666199749</b> |
| Bloomberg ticker | <b>HSGIFMA LX</b>   |

<sup>1</sup>Ongoing Charges Figure, is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

Past performance does not predict future returns. Future returns will depend inter alia on market developments, the fund manager's skill, the fund's level risk and management costs and if applicable subscription and redemption costs. The return, the value of money invested in the fund may become negative as a result of price losses and currency fluctuations. There is no guarantee that all of your invested capital can be redeemed. Unless stated otherwise, inflation is not taken into account.

This is a marketing communication. Please refer to the prospectus and to the KIID before making any final investment decisions.

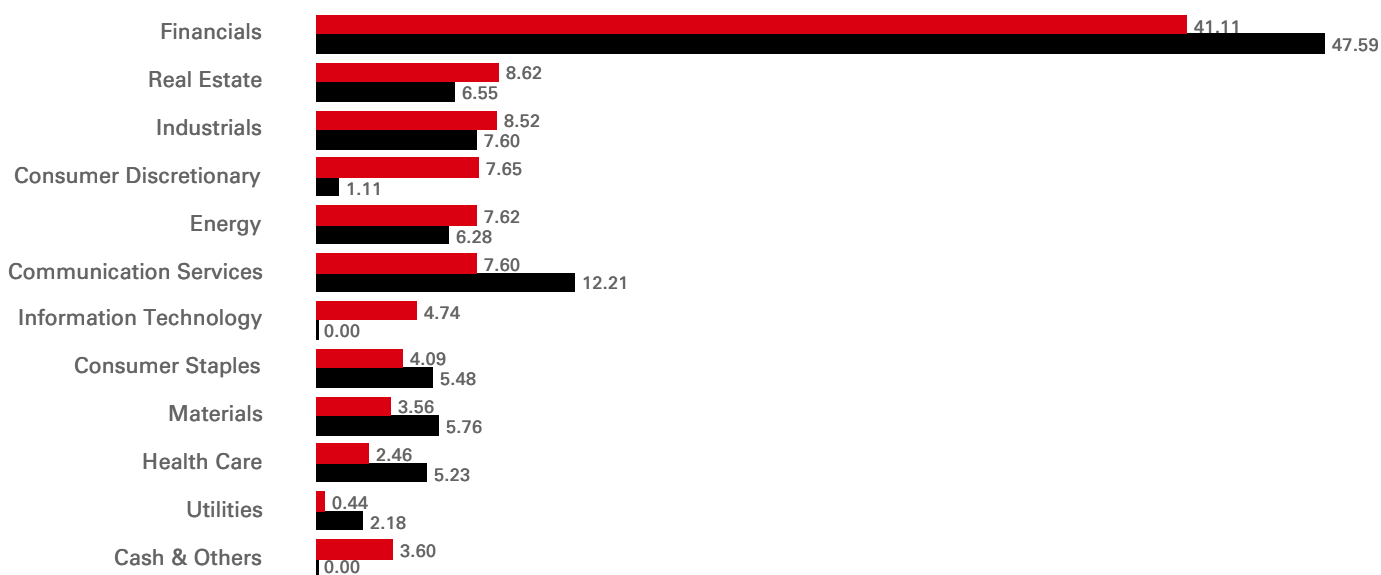
Source: HSBC Asset Management, data as at 28 February 2023

| Performance (%)     | YTD         | 1m           | 3m           | 6m           | 1y           | 3y ann      | 5y ann      | 10 years ann |
|---------------------|-------------|--------------|--------------|--------------|--------------|-------------|-------------|--------------|
| <b>AC</b>           | <b>1.57</b> | <b>-1.31</b> | <b>-0.14</b> | <b>-3.13</b> | <b>-5.48</b> | <b>8.43</b> | <b>2.39</b> | <b>5.41</b>  |
| Reference Benchmark | 1.10        | -1.32        | -1.77        | -5.13        | -11.85       | 1.41        | 0.00        | 2.86         |
| Market index        | 1.95        | -2.48        | 0.41         | -8.29        | -18.50       | -1.70       | -2.90       | --           |

| Rolling performance (%) | 28/02/22-28/02/23 | 28/02/21-28/02/22 | 29/02/20-28/02/21 | 28/02/19-29/02/20 | 28/02/18-28/02/19 | 28/02/17-28/02/18 | 29/02/16-28/02/17 | 28/02/15-29/02/16 | 28/02/14-28/02/15 | 28/02/13-28/02/14 |
|-------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| <b>AC</b>               | <b>-5.48</b>      | <b>29.83</b>      | <b>3.87</b>       | <b>1.70</b>       | <b>-13.18</b>     | <b>17.56</b>      | <b>20.60</b>      | <b>-13.85</b>     | <b>0.68</b>       | <b>22.38</b>      |
| Reference Benchmark     | -11.85            | 13.03             | 4.66              | 3.79              | -7.62             | 20.66             | 14.47             | -17.38            | 2.35              | 13.54             |
| Market Index            | -18.50            | 8.01              | 7.92              | 7.23              | -15.26            | 29.23             | 13.16             | -16.46            | --                | --                |

| Equity characteristics       | Fund  | Reference Benchmark | 3-Year Risk Measures | AC     | Reference Benchmark |
|------------------------------|-------|---------------------|----------------------|--------|---------------------|
| No. of holdings ex cash      | 75    | 330                 | Volatility           | 20.59% | 18.80%              |
| Average market cap (USD Mil) | 7,816 | 12,135              | Information ratio    | 1.29   | --                  |
|                              |       |                     | Beta                 | 1.06   | --                  |

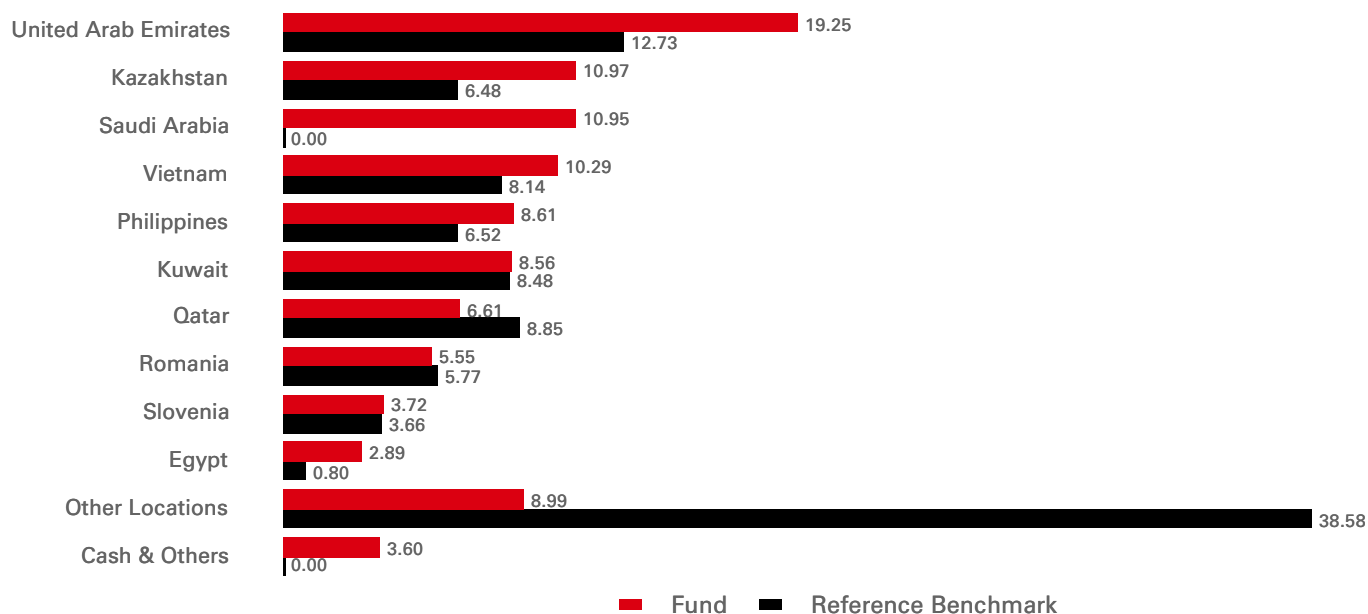
**Sector allocation (%)**



■ Fund ■ Reference Benchmark

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 Source: HSBC Asset Management, data as at 28 February 2023

**Geographical allocation (%)**



| Top 10 holdings                | Location             | Sector                 | Weight (%) |
|--------------------------------|----------------------|------------------------|------------|
| Kaspi.KZ JSC                   | Kazakhstan           | Financials             | 5.21       |
| Emaar Properties PJSC          | United Arab Emirates | Real Estate            | 4.64       |
| Banca Transilvania SA          | Romania              | Financials             | 3.97       |
| Halyk Savings Bank of Kazakhst | Kazakhstan           | Financials             | 3.88       |
| Metropolitan Bank & Trust Co   | Philippines          | Financials             | 3.40       |
| Qatar National Bank QPSC       | Qatar                | Financials             | 2.54       |
| Saudi Aramco Base Oil Co       | Saudi Arabia         | Materials              | 2.54       |
| Puregold Price Club Inc        | Philippines          | Consumer Staples       | 2.45       |
| Taaleem Holdings PSC           | United Arab Emirates | Consumer Discretionary | 2.38       |
| Qatar Gas Transport Co Ltd     | Qatar                | Energy                 | 2.33       |

## Monthly performance commentary

Stock selection was positive for the month. Positive performance came from Consumer Discretionary and Real Estate, though this was offset by negative stock selection in Energy and Financials.

Kazakh Financials security, HALYK SAVINGS BANK-KAZAKHSTN with total effect 0.24% was the top contributor. Additionally, Saudi, Saudi Arabian Materials security, SAUDI ARAMCO BASE OIL was the second largest contributor with total effect 0.23%. Vietnamese Consumer Staples security, MASAN GROUP also contributed with total effect 0.2%.

On the other side, detractors included Moroccan Financials security ATTIJARIWAFI BANK with total effect -0.25%, Philippines Consumer Staples holding PUREGOLD PRICE CLUB with total effect -0.15%, and Vietnamese Financials holding MILITARY COMMERCIAL JOINT with total effect -0.13%.

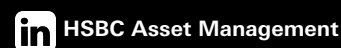
During this period, positions were initiated in MAREL HF, ARION BANKI HF, and ATTIJARIWAFI BANK. No positions were closed during the period.

Sector and country allocation effects are residual to stock selection. At the country level, effects were positive, given an overweight exposure to Saudi Arabia. At the sector level, effects were negative, given an underweight exposure to Financials.

## Risk disclosures

- The Fund may invest in Emerging Markets, these markets are less established, and often more volatile, than developed markets and involve higher risks, particularly market, liquidity and currency risks.
- Investment Leverage occurs when the economic exposure is greater than the amount invested, such as when derivatives are used. A Fund that employs leverage may experience greater gains and/or losses due to the amplification effect from a movement in the price of the reference source.
- UCITS HAVE NO GUARANTEED RETURN AND PAST PERFORMANCE DOES NOT GUARANTEE THE FUTURE ONES.
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### Glossary



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## Benchmark disclosure

The Investment Advisor will use its discretion to invest in securities not included in the reference benchmark based on active investment management strategies and specific investment opportunities. It is foreseen that a significant percentage of the Fund's investments will be components of the reference benchmark. However, their weightings may deviate materially from those of the reference benchmark.

**Source: HSBC Asset Management, data as at 28 February 2023**

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